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One Arizona Center Phoenix, AZ 85004-2202 602.382.6000 P 602.382.6070 F swlaw.com RECEIVED

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Bradley S. Carroll Of Counsel 602.382.6578 bcarroll@swlaw.com

February 26, 2008

VIA HAND-DELIVERY AND E-MAIL

Blessing Chukwu Utilities Division Arizona Corporation Commission 1200 West Washington Street Phoenix, AZ 85007

Keith Layton, Staff Attorney Legal Division Arizona Corporation Commission 1200 West Washington Street Phoenix, AZ 85007 Arizona Corporation Commission DOCKETED

FEB 2 6 2008

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Re:

Perkins Mountain Water Company and Perkins Mountain Utility Company Docket Nos. W-20380A-05-0490 and SW-20379A-05-0489

Supplemental Response to Staff's Second Set of Data Requests Dated 2/8/08

Dear Ms. Chukwu and Mr. Layton:

Perkins Mountain Water Company and Perkins Mountain Utility Company hereby submit the attached responses to questions (b), (c), (d), (e) and (f) of BNC 2.8 of Staff's Second Set of Data Requests dated February 8, 2008. Electronic versions of these responses are also being sent to you via e-mail. The response to question (a) of BNC 2.8 will be forthcoming. If you have any questions, please do not hesitate to contact me.

Sincerely,

Snell & Wilmer

Bradley S. Carroll

BSC:jan Enclosure

cc: Docket Control (Original plus 15 copies)

Robin Mitchell, Esq. (Via e-mail only) Michele Finical (Via e-mail only)

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RESPONSE OF PERKINS MOUNTAIN WATER COMPANY AND PERKINS MOUNTAIN UTILITY COMPANY TO ARIZONA CORPORATION COMMISSION STAFF'S SECOND SET OF DATA REQUESTS

DOCKET NOs. W-20380A-05-0490, SW-20379A-05-0489 February 8, 2008

BNC 2.8

According to Utilities, Inc.'s Press Release dated March 21, 2007, and July 12, 2007 which announces the appointments of Mr. John Stover as Corporate Secretary and Vice President and Mr. Steve Lubertozzi and Mr. John Hoy as Chief Financial Officer and Chief Regulatory Officer, respectively; Utilities, Inc., is "a portfolio company of AIG Highstar Capital." Staff's understanding is that AIG Highstar Capital is an equity buyer or investor. Please provide the following information: (a) What is the expected term of ownership for Utilities, Inc., Perkins Mountain Water Company, and Perkins Mountain Utility Company? (b) How long was Utilities, Inc. owned by its prior owner? (c) How long has Utilities, Inc. been a portfolio company of AIG Highstar Capital? (D) Does Utilities, Inc. anticipate acquiring any other utilities in Arizona? (e) Does Mr. Jim Rhodes, and/or family members, have a direct or beneficial equity, partnership, membership or other ownership interest in AIG Highstar Capital, L.P., American International Group, Inc. and/or any of their respective affiliates? (f) Has AIG Highstar Capital, L.P., American International Group, Inc. and/or any of their respective affiliates been sanctioned by the Security and Exchange Commission? Please explain.

Response:

- (a) To be provided.
- (b) From 3/18/02 until 4/19/06.
- (c) Since April 19, 2006.
- (d) Utilities, Inc. has no plans at this time to acquire any other utilities in Arizona although it would not discount that possibility should an appropriate opportunity was to arise in the future.
- (e) Utilities, Inc. has made inquiry of Mr. Rhodes and we have been advised that that to the best of his knowledge and belief, neither Mr. Rhodes nor any of his family members have a direct or beneficial equity, partnership, membership or other ownership interest in AIG Highstar Capital, L.P., American International Group, Inc. and/or any of their respective affiliates.

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(f) Utilities, Inc. is owned by private equity funds and does not have access nor is it privy to, information relating to this question other than information generally available to the public. Utilities, Inc. can, however state that it has not been directly or indirectly involved in any SEC actions or been the subject of SEC sanctions.

Prepared by:

Michael T. Dryjanski Manager, Regulatory Accounting Utilities, Inc. 2335 Sanders Road Northbrook, IL 60062